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Washington Business Hill-Pentagon Pipeline Irks Press

By GENE SHUMATE

THOSE who follow news about Government contracts are alarmed about a Defense Department memorandum setting up ground rules so legislators can be certain contract information before the press and consequently the general public.

Defines contractors recently have been tightening up their security on such information for fear of getting in trouble.

And the Securities and Exchange Commission is wellaware that "leaking" of contract information from Government sources could be a gold nine for the speculator.

The memo is from Norman S. Paul, Assistant Secretary of Defende for legislative affairs to Nils A. Lennartson, Deputy Defense Secretary for Public Affairs,

On the surface, it appears to be a friendly gesture to Congress. What could mek a Congrussman happier than releasing news of a local fat contract to constituents thru a local news medium?

Aviation Daily, the first of the press to level a big blast at this policy, said Congress gets with contract information A hours or even days in adjuste."

Afense Department comparison told me yesterday Congressmen frequently the news first, but he ded knowledge of any case ere there was a 12-hour

But, he said, the possibility exist.

Senator told me yesthat he's going to out y look into the entire sit ion.

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